

City of Rockville
Cash and Investment Portfolio Summary
October 31, 2007

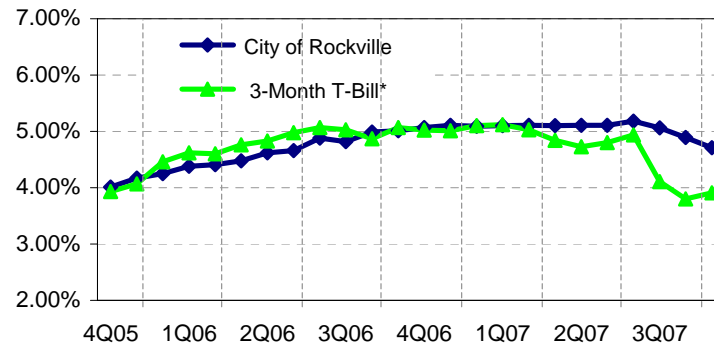
	Market Value 10/31/2007	Market Value 9/30/2007	Monthly Change
Money Market Funds	53,040,411	49,681,088	3,359,322
Federal Agency Discount Notes	33,038,095	27,273,495	5,764,600
Federal Agency Notes *	5,973,780	-	5,973,780
Deposits with Financial Institutions	524,302	403,315	120,987
TOTAL:	92,576,588	77,357,899	15,218,689

* An increase/decrease in Federal Agency Notes represents an unrealized gain/loss to the portfolio or a security maturity or purchase. The gain/loss is unrealized because all securities in the portfolio are held to maturity as stated in Section XVIII of the City's Investment Policy.

Investment Activity

During the month of October, staff purchased \$6 million in a FNMA discount note and \$6 million in a FHLMC agency note. Both securities were competitively bid and purchased from Morgan Keegan and RBC on October 3, 2007. These new securities extended the average maturity of the portfolio to 68 days from 52 days in September.

Investment Performance



Calendar Quarters	City of Rockville	3-Month T-Bill*	Difference
4Q05	4.09%	4.00%	0.09%
1Q06	4.35%	4.56%	(0.21%)
2Q06	4.59%	4.86%	(0.27%)
3Q06	4.90%	4.99%	(0.09%)
4Q06	5.06%	5.03%	0.03%
1Q07	5.10%	5.08%	0.02%
2Q07	5.11%	4.79%	0.32%
3Q07	5.04%	4.28%	0.76%
Oct-07	4.71%	3.91%	0.80%

* Source: Morgan Keegan Daily Market Update

Report Certification

I certify the accuracy of the attached report on the City of Rockville's Cash and Investment Portfolio Summary. All funds for which the City has oversight are reflected in this report. The City's Investment Program is consistent with the Statement of Investment Policy and provides sufficient liquidity to meet the next six (6) months expenditure requirements. The source of the market values of investments is SunTrust Bank.

Gavin Cohen, Finance Director

City of Rockville
Investment Portfolio Details
October 31, 2007

Money Market Funds

Broker/ Dealer	CUSIP	Security	Coupon	Par	Call Date	Maturity Date	Trade Date	Settlement Date	Purchase Value	Yield to Maturity	Purchase Price	Monthly Interest	Market Value on 10/31/07
-	784767808	STI Classic MM	-	48,658,486	-	-	-	-	-	4.64%	48,658,486	159,139	48,658,486
-	784767808	STI Classic (Sweep)	-	4,132,000	-	-	-	-	-	4.64%	4,132,000	26,685	4,132,000
-	784766305	STI Classic (Escrow)	-	249,925	-	-	-	-	-	4.27%	249,925	933	249,925
				53,040,411							53,040,411	186,757	53,040,411

Federal Agency Discount Notes

Broker/ Dealer	CUSIP	Security	Coupon	Par	Call Date	Maturity Date	Trade Date	Settlement Date	Purchase Value	Yield to Maturity	Purchase Price	Monthly Interest	Market Value on 10/31/07
VS	313396PX5	FHLMC	-	8,000,000	-	11/30/07	05/23/07	05/24/07	97.32800%	5.29%	7,786,240	34,877	7,786,240
VS	313396SC8	FHLMC	-	6,000,000	-	01/22/08	07/25/07	07/26/07	97.47250%	5.30%	5,848,350	26,118	5,848,350
MK	313384UW7	FHLB	-	8,000,000	-	03/28/08	09/24/07	09/25/07	97.72347%	4.58%	7,817,878	30,518	7,817,878
MK	313588XM2	FNMA	-	6,000,000	-	05/30/08	09/24/07	09/25/07	97.01711%	4.50%	5,821,027	22,282	5,821,027
MK	313588D85	FNMA	-	6,000,000	-	08/29/08	10/03/07	10/04/07	96.07666%	4.48%	5,764,600	19,260	5,764,600
				34,000,000							33,038,095	133,055	33,038,095

Federal Agency Notes

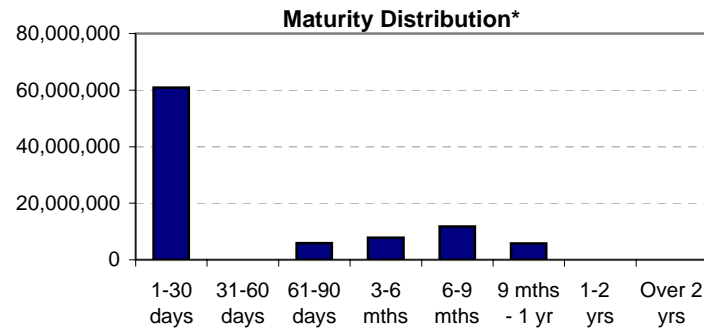
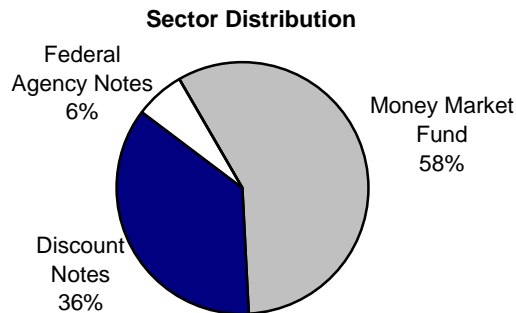
Broker/ Dealer	CUSIP	Security	Coupon	Par	Call Date	Maturity Date	Trade Date	Settlement Date	Purchase Value	Yield to Maturity	Purchase Price	Monthly Interest	Market Value on 10/31/07
RBC	3134A4VA9	FHLMC	3.88%	6,000,000	-	06/15/08	10/03/07	10/04/07	95.50500%	4.60%	6,010,696	20,320	5,973,780
				6,000,000							6,010,696	20,320	5,973,780

Total Market Value as of 10/31/07: 92,052,285

**Weighted Average
Yield to Maturity:** 4.71%

**Performance Benchmark
3-Mth U.S. Treasury Bill:** 3.91%

**Weighted Average
Days to Maturity:** 68 days



* Represents final maturities, not call date maturities.

City of Rockville
End of Month Cash Account Balances
October 31, 2007

	Ending Balance 10/31/07	Ending Balance 9/30/07	Monthly Change
City of Rockville Concentration Account	219,238	162,829	56,409
City of Rockville Payroll Account (Sweep Account)	-	-	-
City of Rockville Parking Account	85,572	65,420	20,152
City of Rockville Swim Center Account	164,814	128,891	35,923
City of Rockville Senior Center Account	50,162	42,446	7,716
City of Rockville Skate Park Account	4,516	3,729	787
TOTAL:	524,302	403,315	120,987